

## Message Text

PAGE 01 STATE 081208

62

ORIGIN EA-09

INFO OCT-01 EUR-12 ISO-00 PM-04 SIG-02 PA-02 PRS-01 /031 R

DRAFTED BY EA/P:STAFF:PP

APPROVED BY EA/P:MSMITH

----- 050547

R 031710Z APR 76

FM SECSTATE WASHDC

TO ALL EAST ASIAN AND PACIFIC DIPLOMATIC POSTS

AMCONSUL NAHA

AMEMBASSY MOSCOW

INFO CINCPAC

COGARD

GOVGUAM

TREASURY

UNCLAS STATE 081208

E.O. 11652: N/A

TAGS: PFOR, XC, US

SUBJECT: APRIL 2 EA PRESS SUMMARY

### 1. CHINA

SFRC UNANIMOUSLY APPROVED GATES NOMINATION THURSDAY, SENT IT TO FULL SENATE WHICH EXPECTED APPROVE LATER THIS MONTH (UPI, NYDN). IN CMTE TESTIMONY TUESDAY GATES HAD SAID, IF ASKED, HE WOULD MAKE HIS BANKING EXPERIENCE/ SKILLS AVAILABLE TO CHINESE, WHO UP TO NOW HAVE ADOPTED POLICY OF NOT BORROWING TO PAY FOR INTERNAL IMPROVEMENTS OR EXTERNAL TRADE (AP, SUN).

WSJ ITEM DECLARES NIXON "SECRET REPORT ON CHINA WAS MOSTLY ABOUT NIXON." SAYS 60-PAGE DOCUMENT QUOTED IN REPETITIOUS DETAIL WHAT HE TOLD PRC LEADERS, ALSO DWELT ON NIXON'S ANALYSIS WORLD AFFAIRS. HOLDS THAT, TO HAK'S FRUSTRATION, REPORT SAID LITTLE ABOUT WHAT UNCLASSIFIED

PAGE 02 STATE 081208

MAO/HUA TOLD NIXON; WH TRIED EXTRACT MORE INFO, BUT NIXON SAID THERE WAS NOTHING TO ADD-DESCRIBING HIS HANDIWORK AS SUBTLE, SIGNIFICANT, COMPLETE.

ACCORDING WSJ STORY, SOME FEW ITEMS POLITICAL IMPORTANCE  
DID EMERGE FROM REPORT. NIXON APPARENTLY FOUND HUA

ON SHORT LEASH; SAID HUA READ STOCK REPLIES TO MANY  
QUESTIONS, QUOTED MAO EXTENSIVELY ON OTHERS. REPORT  
CONTAINED HINTS PRC MAY GET TO'GHER ON TAIWAN ISSUE,  
BUT NOT UNTIL AFTER US ELECTION; CHOU NEVER MENTIONED.  
HAK REPORTEDLY FOUND MOST OF REPORT EGOCENTRIC ACCOUNT  
OF HOW NIXON LECTURED CHINESE -- AS IF INTENDED  
FOR USE IN NIXON MEMOIRS.

AFP (PEKING) CITES DISAPPEARANCE TENG PHOTOS FROM NCNA  
FILES. SOME PHOTO ALBUMS NO LONGER AVAILABLE AT AGENCY'S  
COMMERCIAL SECTION, FOREIGN CLIENTS TOLD PHOTOS "BEING  
SORTED OUT." ALBUM CONTAINING OFFICIAL PHOTOS OF  
DECEMBER FORD VISIT ALREADY "SORTED OUT," NO LONGER  
CONTAINS PHOTOS PRES MEETING WITH TENG (NYT).

PRC'S "BAREFOOT DOCTORS" WERE REPORTED THURSDAY TO HAVE  
JOINED IN ANTI-TENG CAMPAIGN. NCNA REPORTED PART-TIME,  
RURAL DOCTORS IN CHUANSHA COUNTRY HAD ATTENDED  
MEETING TO CRITICIZE TENG (REUTER PEKING 4/1).

SOUTH CHINA MORNING POST REPORTED FRIDAY THAT PRC IS  
BUILDING PORT -N KWANGTUNG PROVTNCE NEAR SEK LUNG TO  
SPEED TRANSPORT OF GOODS TO HK. ADDED THAT RAIL  
LINE FROM PORT TO MAIN HK-CANTON LINE ALSO UNDER  
CONSTRUCTION (REUTER HK).

## 2. INDOCHINA

ALL STAFF MEMBERS CAMBODIAN EMBASSIES WORLDWIDE  
SUMMONED PP 0Y APRIL 17. AMPASSADORS RECALLED PP  
IH DEC FOR MEETING; MOST HAVE NOT RETURNED TO POSTS  
(WP).

## 3. PHILIPPINES

UNCLASSIFIED

PAGE 03 STATE 081208

EX-PRES MACAPAGAL DENOUNCED MARTIAL LAW, SOUGHT ASYLUM  
AT AMEMBASSY BECAUSE SATD HAD HEARD APOUT BE ARRESTED.  
DOS SAID HADN'T ANY BASIS FOR GRAHTING ASYLUM (WSJ).  
MACAPAGAL DISTRIBUTED TO JOURNALISTS COPIES BOOK HE  
HAD WRITTEN, IN WHICH SAYS MARCOS' DECISION RETAIN  
POWER AFTER 1973 ILLEGAL (CHITRIP). MACAPAGAL STAYED  
EMBASSY 10 HRS; ASYLUM TURNED HIM DOWN, ACCORDING DOS,  
SINCE US USUALLY DOES NOT GRANT ASYLUM TO FOREIGNERS  
ON THEIR OWN SOIL (PHINQ). NO IMMEDIATE COMMENT ON  
MACAPAGAL WHEREABOUTS FROM US OFFICIALS MANILA, GOP.  
FAMILY FRIENDS SAY EX-PRES APPREHENSIVE SINCE PUBLISHED  
LETTER IN JAN DEMANDING MARCOS CONVENE NATL ASSY TO  
SETTLE SUCCESSION ISSUE (AP SUN, NYDN).

MACAPAGAL DAUGHTER QUOTES EX-PRES THAT AMEMBASSY OFFICIALS RELAYED MESSAGE FROM "AUTHORIZED" GOP OFFICIAL THAT THERE WAS NO WARRANT FOR HIS ARREST, FREE LEAVE PHILS ANYTIME. GOP MAKES NO COMMENT ON MACAPAGAL'S EFFORT GAIN ASYLUM. EX-PRES' WIFE SAYS HE IS WELL, SOMEWHERE IN MANILA AREA. IN BOOK, "DEMOCRACY IN THE PHILIPPINES," MACAPAGAL CALLS ON ARMED FORCES STEP IN, END MARTIAL LAW IF MARCOS DOESN'T EITHER CALL ELECTIONS OR CONVENE NATL ASSY (WP). BOOK MAY LAY EX-PRES OPEN TO CHARGE INCITEMENT TO REPELLION -- MAJOR CRIME UNDER MARTIAL LAW (REUTER MANILA); IS BOLDEST CALL SO FAR FOR POLITICAL OPPOSITION TO MARCOS SINCE MARTIAL LAW. MACAPAGAL SAID SOUGHT REFUGE AMEMBASSY SINCE US REMAINS "LAST HOPE AND HAVEN OF LIBERTY" (NYT SPECIAL).

MARCOS STAYS EXECUTION 2, CONVICTED BY MIL TRIBUNAL OF MURDER DURING CAR THEFT, WHEN IN EXECUTION CHAMBER 1 SAID HAD NOTHING TO DO WITH CASE (AP, WP).

AFTER YR FLIRTING WITH WORLD MARKET, PHIL SUGAR EXPORTERS RETURN TO US MARKET. TWO US FIRMS BUY 1.1 MILLION MT FOR US REFINERIES; NATL BANK OFFICIAL SAYS ANOTHER GROUP COMING OUT BUT DOESN'T KNOW MAGNITUDE REQUEST. PHILS ALSO RECENTLY SOLD 400,000 MT TO LONDON BROKER; NEGOTIATE WITH PRC FOR 100,000 MT SALE UNCLASSIFIED

PAGE 04 STATE 081208

(HARTLEY, WSJ).

#### 4. JAPAN

KAKUEI TANAKA BROKE SILENCE FRIDAY, TOLD FACTION MEMBERS HAD NO PART IN LOCKHEED SCANDAL. EXPLAINED FELT NEED, AS FORMER PM, BE "EXTREMELY CAREFUL" IN COMMENTS ON CASE UP TO NOW, BUT BELIEVES FURTHER SILENCE WOULD HINDER OWN POLITICAL RESPONSIBILITIES, WELL AS FUTURE POLITICAL ACTIVITIES OF FACTION MEMBERS.

TANAKA OUTLINED 1972 MEETING WITH NIXON, HAWAII, BUT SAID HAD NOTHING ADD JOINT COMMUNIQUE LANGUAGE ON STEPS JAPAN AGREED TAKE TO REDRESS BILATERAL TRADE IMBALANCE. DEPLORED RUMORS OF HIS INVOLVEMENT IN ANA DECISION BUY TRISTARS, AND SPECULATION HIS FACTION WOULD BREAK UP. DENIED BUSINESS ASSOCIATE, MAJOR FINANCIAL BACKER, KENJI OSANO, HAD ANYTHING TO DO WITH LOCKHEED AFFAIR. SAID HAS NOT MET YOSHIO KODAMA IN MORE THAN TEN YEARS. EXPRESSED CONFIDENCE "TRUTH WILL BE KNOWN IN DUE COURSE" (REUTER TOKYO).

FINANCIAL SOURCES REPORT BANK OF JAPAN BOUGHT ESTIMATED

100 MILLION DOLS IN FOREX MART FRIDAY, TO SUPPORT  
US CURRENCY AND STEM PRESSURES ON YEN THAT FOLLOWED  
SHARP DECLINE UK POUND DAY BEFORE. DESPITE INTERVENTION,  
DOLLAR DECLINED SLIGHTLY, TO 299.40 YEN (REUTER TOKYO).

TRIBUNAL UPHOLDS RULING JAPA4ESE ROLLER BEARINGS  
BEING DUMPED CANADA, CAUSING "MATERIAL INJURY,"  
AS ALLEGED IN COMPLAINT PY CANADIAN TIMKEN, SUBSIDIARY  
TIMKEN CO. IMPORTS LIABLE ANTIDUMPING DUTY, RETROACTIVE  
DEC 31, 1975, WHEN GOC ANNOUNCED PRELIMINARY FINDING  
OF DUMPING (WSJ, OTTAWA).

MARUBENI ANNOUNCED "SWEEPING" PERSONNEL CHANGES THURSDAY,  
IN EFFORT REFURBISH IMAGE TARNISHED BY LOCKHEED SCANDAL  
(WP).

TREASURY OPENS DUMPING PROBE FULLY AUTOMATIC DIGITAL  
SCALES FROM JAPAN. IMPORTS 1974 TOTALED 2.5 MILLION  
UNCLASSIFIED

PAGE 05 STATE 081208

DOLS (JOC, WASHINGTON).

JOC'S CULLISON, IN TOKYO, NOTES SEAMEN'S UNION BEGAN  
TAKING STRIKE VOTE THURSDAY, AS NO PROGRESS MADE IN  
NEGOTIATIONS ON WAGE, FRINGE DEMANDS. OLD CONTRACT  
EXPIRED MARCH 31.

#### 5. JAPAN/KOREA

BALTO N-A (4/1) RUNS PHOTO 1,599-TON SK FREIGHTER  
"SHINYANG" SINKING TOKYO BAY WEDNESDAY AFTER COLLIDED  
WITH 14,000 TON JAPANESE SHIP "DAINI NAKAOKI."

#### 6. KOREA

GM AFFILIATE HAS BEGUN B'ILD 11 MILLION DOL PRESS,  
FABRICATION PLANT, NEAR SEOUL. PLANS TURN OUT 60,000  
TRUCK CABS, CAR BODIES ANNUALLY, STARTING LATE THIS  
YEAR (AP, WSJ).

#### 7. MALAYSIA

GOM INVESTIGATES ALLEGED PAYOFFS NORTHRUP CORP TO  
BUSINESS, POLITICAL LEADERS TO PROMOTE SALES JET  
FIGHTERS (WP).

#### 8. INDONESIA

FRENCH BANK GROUP GRANTS GOI 41.2 MILLION DOLS CREDIT  
TO HELP FINANCE CONSTRUCTION FERTILIZER COMPLEX E  
JAVA. NATOMAS ENTERS 7-1/2 YR AGREEMENT SELL INDO  
CRUDE TO OIL SHALE CORP SUBSIDIARY, IN FIRST LONG-TERM

SALE BY INDEPENDENT PRODUCER TO W COAST CO; PERTAMINA  
WILL SUPPLY PORTION IF NATOMAS WELLS CAN'T (WSJ).

9. AUSTRALIA

GOA ANNOUNCES NEW POLICY ENCOURAGE US, FOREIGN INVESTMENT  
IN BUSINESS, MINERAL EXPLORATION. FIRMEST GUIDELINES  
APPLIED DEVELOPMENT URANIUM RESOURCES (COSTIGAN, WP),  
WHERE AUSSIE EQUITY MUST BE AT LEAST 75-PCT (AP, WSJ);  
UNCLASSIFIED

PAGE 06 STATE 081208

UPI, JOC).

WOOL AUCTIONS DUE NEXT WK CANCELLED DUE STRIKES,  
DISPUTES AFFECTING WOOL STORES. NO SALES NOW SCHEDULED  
BEFORE APR 27 (JOC).

10. VICE-PRESIDENT'S TRIP

ROCKEFELLER ARRIVED WELLINGTON THURSDAY AMID SOME OF  
TIGHTEST SECURITY PRECAUTIONS EVER TAKEN IN NZ (REUTER,  
SUN). WAVING SCHOOL CHILDREN WELCOMED VP AND WIFE,  
AS DRIVEN THROUGH SMALL TOWNS/PASTURE LANDS (AP, WP).  
AS MULDOON WELCOMED ROCKY, PM'S AIDES SATD AGENDA  
WOULD ALSO INCLUDE MINISTERIAL REMINDER OF NZ "DISAPPOINT-  
MENT" OVER US IMPORT LIMITS ON BEEF (NYT).

AT STATE LUNCHEON FRIDAY, ROCKY HIT OUT AT SOVIET  
NAVAL BUILDUP, "SO-CALLED WARS OF LIBERATION"; WARNED  
OPPONENTS NOT MISJUDGE US CAPACITY/RESOLVE, SAID  
US HAS DEEP COMMITMENT EA/PACIFIC, THAT ANZUS TREATY  
OF GLOBAL IMPORTANCE, AND US WILL MAINTAIN STRONG,  
FLEXIBLE PRESENCE IN PACIFIC/INDIAN OCEANS. EARLIER  
FRIDAY ABOUT 90 PEOPLE DEMONSTRATED OUTSIDE ROCKEFELLER,  
MULDOON PRESS CONFERENCE PROTESTING ALLEGED CIA  
INFLUENCE NZ, DEMANDING NZ WITHDRAWAL ANZUS. MULDOON  
TOLD LUNCHEON US IS NZ'S MAIN SECURITY GUARANTEE, BUT  
URGED CORRECTION US/NZ TRADE IMBALANCE (REUTER WELLINGTON).

COMMENT AND ANALYSIS

11. INDOCHINA

MARSHALL/GOLDSTEIN, L YALE LAW PROFS (NYT), REVIEW  
EVENTS MY LAI MASSACRE, ARMY COVER-UP, PEERS

REPORT. BELIEVES NOW TIME CORRECT MIL "INSTITUTIONAL  
RESPONSE" TO SUCH WAR CRIMES.

12. THAILAND

ISAACS (SUN) AT BANGKOK NOTES ELECTIONS APPROACH

UNCLASSIFIED

PAGE 07 STATE 081208

AMID VIOLENCE, POLITICAL TURMOIL, WITH WELTER CANDIDATES, PARTIES. SAYS CO4SIDEPEDED INEVITABLE NO PARTY WILL WIN MAJORITY, SO NEXT GOVT WILL BE UNSTABLE COALITION, PROBABLY UNDER KUKRIT AGAIN IF HE WINS IN OWN DISTRICT. REVIEWS CAMPAIGN, US WITHDRAWAL, RECENT EVENTS SEA. FINDS ALTERNATIVES HARD TO IDENTIFY IF KUKRIT DOES NOT GET ELECTED, FAILS FIND PARTNERS FORM NEW GOVT. CONSIDERS LEFTIST, RIGHTIST POSSIBILITIES. ADDS RECENT LAOS EVENTS APPALLED MANY THAIS, MAY HAVE UNDERCUT NE LEFTIST STRENGTH.

1.. THAILAND/INDOCHINA/KOREA

STLP-D (3/23) SEES RTG DEMAND US WITHDRAW AS FINAL UNRAVELING LAST DECADE'S DISASTROUS INDOCHINA POLICY OF ATTEMPTING DICTATE POLITICAL COLORATION GOVTS IN AREA. SEES TIMING DEMAND INDICATING DESIGN AID RE-ELECTION MEMBERS PRESENT COALITION. NOTES ONLY REMAINING COUNTRY MAINLAND ASIA WITH US MIL PRESENCE WILL BE SK -- AND THAT SITE EMBARRASSMENT DUE "BRUTISH" CHARACTER REGIME. BELIEVES US POLICY ASIA MIGHT HAVE BEEN MORE EFFECTIVE IF HAD SOUGHT CULTIVATE NEUTRALISM IN EMERGING NATIONS INSTEAD TRYING CONTROL EVENTS BY MIL FORCE. THINKS POLICY OF FRIENDSHIP WITHOUT MIL PRESSURE MAY SUCCEED IN THAILAND.

14. CHINA

CHITRIB'S KIRK, CITING UNSC ANGOLA DEBATE, FINDS THAT RARELY HAVE US/PRC BEEN IN SUCH COMPLETE ACCORD. SAYS JUDGING FROM THEIR OUTSPOKEN WORDS ON ANGOLA, ONE MIGHT HAVE THOUGHT SCRANTON/HUANG HUA "HAD CHECKED WITH EACH OTHER IN ADVANCE.- NOTES BOTH WERE ESPECIALLY BITING IN DENUNCIATION OF SOVIET-BACKED CUBAN TROOPS.

TILLMAN DURDIN (SDU 3/18) SAYS PEKING SUMMATIONS OF 25TH SOVIET COMMUNIST PARTY CONGRESS PROVIDE BEST OVERVIEW OF WHAT CHINESE THINK OF SOVIET SYSTEM/POLICIES PRC HAS GIVEN IN SOME TIME, AND COMES AS NEW INDICATION UNCLASSIFIED

PAGE 08 STATE 081208

THERE IS LITTLE PROSPECT ANY TIME SOON FOR SINO-

SOVIET RECONCILIATION. OBSERVES THAT IN CHINESE VIEW, SOVIET COMMUNISM NO LONGER GENUINE, BUT HAS DEVELOPED INTO SOCIAL-FASCIST DICTATORSHIP BASED ON STATE

MONOPOLY CAPITALISM. PEKING DIATRIBES AGAINST SOVIET, HOWEVER, ARE NOT TO BE TAKEN AT FACE VALUE, SINCE CHINESE NEED Demean, DISCREDIT SOVIET SYSTEM IN EYES OF OWN PEOPLE, WORLD. PRC DIATRIBES ALSO RAISE QUESTION WHETHER PEKING ATTACKS ARE INSTANCE OF POT CALLING KETTLE BLACK--OF HOW SIMILAR CHINESE SYSTEM/ POLICIES ARE TO SOVIET.

DURDIN CONCLUDES THERE ARE BASIC SINO/SOVIET SIMILARITIES: BOTH RULED BY ESSENTIALLY UNDEMOCRATIC SINGLE PARTIES CONTROLLED BY SMALL, ELITE GROUP LEADERS; ALSO, BOTH HAVE STATE MONOPOLIES DOMINATING INDUSTRIALIZED PRODUCTION, COLLECTIVIZED AGRIC, AND BOTH SUPPORT REVOLUTIONARY MOVEMENTS ABROAD, INTERFERE IN AFFAIRS OTHER COUNTRIES. BUT PRC COMMUNISM HAS DISTINCTIVE FEATURES: USES TOUGH COERCION WITH ITS PEOPLE LESS THAN SOVIETS AND ACHIEVES ITS ENDS MORE BY ASTUTE TECHNIQUES OF EXHORTATION, MANIPULATED GROUP PRESSURE, ETC. IMPOSSIBLE TO PREDICT WHETHER "AGED" PRC COMMUNISM WILL BECOME MORE LIKE SOVIET, OR WILL CONTINUE DEVELOP IN OWN DISTINCTIVE WAY.

15. JAPAN

CULLISON (JOC) REVIEWS MITI STUDY OF POSSIBLE MOVES TIGHTEN CONTROL OVER MNC'S, INCLUDING OWN, IN WAKE LOCKHEED SCANDAL. CITES VIEW OF MITI OFFICIAL THAT 8-PT GUIDELINE OECD EXPECTED ADOPT THIS FALL WILL BE "EXCELLENT HELP."

NYT'S MALCOLM, IN TOKYO, PROFILES SADAKO NAKAMURA OGATA, HIGHEST-RANKING OMAN DIPLOMAT EVER APPOINTED SERVE JAPAN. ARRIVES NY SATURDAY, TO ASSUME DUTIES AS MINISTER, AT MISSION TO UN. HAS SERVED TWICE AS MEMBER JAPAN UNGA DEL.

UNCLASSIFIED

PAGE 09 STATE 081208

CRITTENDEN (FRONTPAGE NYT, ABRIDGED SUN) CITES FORMER CIA OFFICIAL, JAPANESE SOURCES WHO SAY DETAILS OF LOCKHEED BRIBERY OF JAPANESE OFFICIALS, IN CONNECTION SALE F-104, REPORTED CIA HQ. STATES JAPANESE, EMPLOYED BY LOCKHEED 1958, TOLD EMBASSY OFFICIALS ABOUT BRIBES. CITES FORMER CIA OFFICIAL WHO SAID TOKYO STATION "CHECKING WITH HEADQUARTERS EVERY STEP OF THE WAY" WHEN LOCKHEED THING CAME UP, CIA FAILED PASS INFO TO DOS, OR GRUMMAN.

NOTES CIA SPECIAL COUNSEL MITCH ROGOVIN, INFORMED OF ALLEGATIONS, DENIED CIA ACTED "AS AN INSTITUTION" IN PAYOFFS, BUT COULD SAY NOTHING CONFIRMING OR DENYING CIA KNOWLEDGE OF PAYMENTS TO JAPANESE OFFICIALS, OR INVOLVEMENT IN THEM BY CIA AGENTS. LOCKHEED SPOKESMAN

DENIED FIRM EVER HAD DEALINGS WITH JAPANESE IT KNEW  
TO BE CIA AGENTS.

CITES KNOWLEDGABLE SOURCES THAT RIGHT-WING POWER BROKER  
KODAMA HAD LONG-STANDING RELATIONSHIP WITH EMBASSY  
OFFICIALS. KODAMA NOT IDENTIFIED AS CIA AGENT, BUT  
ACCORDING FORMER CIA OFFICIALS, RECEIVED US FUNDS  
FOR COVERT PROJECTS SEVERAL TIMES, INCLUDING ATTEMPT  
SMUGGLE TUNGSTEN HOARD OUT OF MAINLAND CHINA ON CHINAT  
WARSHIPS, EARLY 1950'S.

NOTES ONE FORMER CIA AGENT RECALLS SENTIMENT AT CIA  
HQ THAT KODAMA UNTRUSTWORTHY, AND USING AMERICANS TO  
FINANCE OWN ENDS; ALSO RECALLS US SPENT VAST AMOUNTS  
MONEY SUBSIDIZE EXTREME RIGHTISTS TO FIGHT COMMUNISM,  
WHICH NEVER SERIOUS THREAT IN JAPAN. CRITTENDEN ADDS  
US OCCUPATION USED EXTREME RIGHT-WING FORMER MIL  
OFFICERS TO PROVIDE INFO, DISRUPT LEFT-WING GROUPS.

WSTAR FRONTPAGES REPRINT OF TAD SZULC PIECE IN NEW  
REPUBLIC, DESCRIBING HOW LOCKHEED MONEY FLOWED TO  
JAPAN, THROUGH PRIMARY CHANNEL, CURRENCY FIRM, DEAK  
AND CO. STATES DEAK MAY HAVE BEEN CIA CONDUIT. NOTES  
LOCKHEED BUILT U-2, SR-71 FOR CIA. CITES INTELL SOURCES  
THAT SAY KODAMA HAD "WORKING RELATIONSHIP" WITH CIA  
FROM TIME RELEASED SUGAMO PRISON 1948.

UNCLASSIFIED

PAGE 10 STATE 081208

#### 16. KOREA

GLOBE'S SNOW, REVISITING SEOUL, FINDS OLD ACQUAINTANCE,  
MISS KIM, CHANGED: ONCE FINE SOURCE OF INFO ABOUT KOREA,  
EAGER DISCUSS IDEAS, SHE IS NOW RELUCTANT TO MEET,  
NOT FROM FEAR OF BEING WATCHED BY KCIA, BUT BECAUSE  
SHE PROFESSES BE NO LONGER CONCERNED WITH AMERICA,  
OR WHAT USG DOING, NOW MORE INTERESTED 'SELF-RELIANCE.'  
MISS KIM ENDED MEETING BY QUOTING "EAST IS EAST...."  
SNOW CONCLUDES PROUD STATEMENTS OF KOREAN NATIONALISM  
BY MISS KIM SURELY -- AND PERHAPS HAPPILY -- ARE  
IMPORTANT INGREDIENT OF SITUATION IN WHICH N, S KOREA  
ARE PARTS OF WORLD WHERE ISSUES WRIT IN CAPITAL LETTERS  
-- WAR OR PEACE?; COMMUNISM OR CAPITALISM?; ECON  
DEVELOPMENT OR DEPRIVATION?

#### 17. GENERAL

WP SEES PRES FORD DRIFTING TOWARD STEEL INDUSTRY VIEW  
WORLD WOULD BE BETTER, NEATER, SAFER, IF STEEL TRADE  
ORGANIZED INTO ONE BIG CARTEL. GIVEN UNHAPPY CHOICE  
POSED BY RECENT ITC DECISION -- OMA'S PROPOSED BY PRES  
OR QUOTAS -- DECLARES CLEARLY PREFERABLE IMPOSE QUOTAS,



BECAUSE WOULD END IN 1980, OR EVEN EARLIER, AND COVER  
ONLY SPECIALTY STEEL, NOT ALL PRODUCTS AS MAY WELL  
BE SOUGHT IN OMA NEGOTIATIONS. EXAMINES STR DENT  
EXPLANATION PRES POSITION BASED ON NEED RESOLVE "PROBLEMS  
OF COUNTER-CYCLICAL DISTORTIONS' -- AS EUPHEMISM  
FOR FACT US STEEL MAKERS REDUCE PRODUCTION, BUT NOT  
PRICES DURING RECESSION, WHILE FOREIGN MAKERS  
CONFORM ADAM SMITH DEFINITION OF "FREE MARKET" AND  
CUT PRICES WHILE MAINTAINING PRODUCTION. KISSINGER

UNCLASSIFIED

<< END OF DOCUMENT >>

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 15 SEP 1999  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PRESS COMMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 03 APR 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976STATE081208  
**Document Source:** ADS  
**Document Unique ID:** 00  
**Drafter:** EA/P:STAFF:PP  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** n/a  
**Film Number:** D760126-1124  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1976/newtext/t197604115/baaaeoki.tel  
**Line Count:** 444  
**Locator:** TEXT ON-LINE, TEXT ON MICROFILM  
**Office:** ORIGIN EA  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 9  
**Previous Channel Indicators:**  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** oatisao  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 29 MAR 2004  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <29 MAR 2004 by GarlanWA>; APPROVED <29 SEP 2004 by oatisao>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
04 MAY 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** APRIL 2 EA PRESS SUMMARY  
**TAGS:** PFOR, XC, US  
**To:** ALL EAST ASIAN AND PACIFIC DIPLOMATIC POSTS  
NAHA  
MOSCOW INFO CINCPAC  
COGARD  
GOVGUAM  
TREASURY

**Type:** TE

**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006